

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

SCHEDULE OF INVESTED ASSETS

August 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ <u>37</u>	\$ <u>-</u>
Marketable debt and equity securities		
Broad Market Fixed Income Pool	54,213,289	64,770,966
Non-retirement Domestic Equity Pool	87,142,536	80,140,127
SOA International Equity Pool	<u>36,086,604</u>	<u>29,597,247</u>
Total marketable debt and equity securities	<u>177,442,429</u>	<u>174,508,340</u>
Income receivable	<u>11</u>	<u>150</u>
Total invested assets	<u>\$ 177,442,477</u>	<u>\$ 174,508,490</u>

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS**

For the Month Ended August 31, 2006

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
Investment Income		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ <u>11</u>	\$ <u>37</u>
Marketable debt and equity securities		
Broad Market Fixed Income Pool	831,700	1,685,187
Non-retirement Domestic Equity Pool	2,071,045	2,000,542
SOA International Equity Pool	800,303	978,330
Commission Recapture - International	<u>14</u>	<u>198</u>
Total income (loss) marketable debt and equities	<u>3,703,062</u>	<u>4,664,257</u>
Total investment income (loss)	3,703,073	4,664,294
Total invested assets, beginning of period	185,417,915	184,456,694
Net contributions (withdrawals)	<u>(11,678,510)</u>	<u>(11,678,510)</u>
Total invested assets, end of period	\$ <u><u>177,442,478</u></u>	\$ <u><u>177,442,478</u></u>

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

POWER COST EQUALIZATION ENDOWMENT FUND
Asset Allocation Policy with Actual Investment Holdings as of 8/31/2006
(Stated in Thousands)

Asset Allocation Policy Effective Date: 7/1/06

Fund established 5/24/00

	Asset Allocation			Market Values	Current Allocation	Current Variance
	Notes	Policy	Range			
Cash and cash equivalents						
Short-term Fixed Income Pool		<u>Residual</u>		-	0.00%	n/a
Total cash and cash equivalents		<u>0.00%</u>	<u>0.00%</u>	-	<u>0.00%</u>	<u>n/a</u>
Marketable debt securities						
Broad Market Fixed Income Pool		<u>35.00%</u>	<u>30%-40%</u>	<u>54,213</u>	<u>30.55%</u>	<u>4.45%</u>
Total Marketable debt securities		<u>35.00%</u>		<u>54,213</u>	<u>30.55%</u>	<u>4.45%</u>
Equities						
Non-retirement Domestic Equity Pool		<u>47.00%</u>	<u>42%-52%</u>	<u>87,142</u>	<u>49.11%</u>	<u>-2.11%</u>
SOA Int'l Equity Pool		<u>18.00%</u>	<u>13%-23%</u>	<u>36,087</u>	<u>20.34%</u>	<u>-2.34%</u>
Total investments AY 13		<u><u>100.00%</u></u>		<u><u>177,442</u></u>	<u><u>100.00%</u></u>	<u><u>0.00%</u></u>
Income Receivable				-		
Total Invested Assets At Fair Value				<u><u>177,442</u></u>		